

west virginia department of environmental protection

Office of Oil and Gas 601 57th Street SE Charleston, WV 25304 (304) 926-0450 (304) 926-0452 fax Earl Ray Tomblin, Governor Randy C. Huffman, Cabinet Secretary www.dep.wv.gov

November 21, 2013

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-10302929, issued to STATOIL USA ONSHORE PROPERTIES, INC., is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

Please be advised that form WR-35, Well Operators Report of Well Work is to be submitted to this office within 90 days completion of permitted well work, as should form WR-34 Discharge Monitoring Report within 30 days of discharge of pits, if applicable. Failure to abide by all statutory and regulatory provisions governing all duties and operations hereunder may result in suspension or revocation of this permit and, in addition, may result in civil and/or criminal penalties being imposed upon the operators.

In addition to the applicable requirements of this permit, and the statutes and rules governing oil and gas activity in WV, this permit may contain specific conditions which must be followed. Permit conditions are attached to this cover letter.

Per 35CSR-4-5.2.g this permit will expire in two (2) years from the issue date unless permitted well work is commenced. If there are any questions, please feel free to contact me at (304) 926-0499 ext. 1654.

/James Martin

Chief

Operator's Well No: GREEN DOT UNIT II 6H

Farm Name: CRUPPENINK, QUENTIN

API Well Number: 47-10302929

Permit Type: Horizontal 6A Well

Date Issued: 11/21/2013

Promoting a healthy environment.

API Number: 103-02929

PERMIT CONDITIONS

West Virginia Code § 22-6A-8(d) allows the Office of Oil and Gas to place specific conditions upon this permit. Permit conditions have the same effect as law. <u>Failure to adhere to the specified permit</u> conditions may result in enforcement action.

CONDITIONS

- 1. This proposed activity may require permit coverage from the United States Army Corps of Engineers (USACOE). Through this permit, you are hereby being advised to consult with USACOE regarding this proposed activity.
- 2. If the operator encounters an unanticipated void, or an anticipated void at an unanticipated depth, the operator shall notify the inspector within 24 hours. Modifications to the casing program may be necessary to comply with W. Va. Code § 22-6A-5a (12), which requires drilling to a minimum depth of thirty feet below the bottom of the void, and installing a minimum of twenty (20) feet of casing. Under no circumstance should the operator drill more than fifty (50) feet below the bottom of the void or install less than twenty (20) feet of casing below the bottom of the void.
- 3. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the moisture content of the fill material shall be within limits as determined by the Standard Proctor Density test of the actual soils used in specific engineered fill, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort, to achieve 95 % compaction of the optimum density. Each lift shall be tested for compaction, with a minimum of two tests per lift per acre of fill. All test results shall be maintained on site and available for review.
- 4. Operator shall install signage per § 22-6A-8g (6) (B) at all source water locations included in their approved water management plan within 24 hours of water management plan activation.
- 5. Oil and gas water supply wells will be registered with the Office of Oil and Gas and all such wells will be constructed and plugged in accordance with the standards of the Bureau for Public Health set forth in its Legislative rule entitled *Water Well Regulations*, 64 C.S.R. 19. Operator is to contact the Bureau of Public Health regarding permit requirements. In lieu of plugging, the operator may transfer the well to the surface owner upon agreement of the parties. All drinking water wells within fifteen hundred feet of the water supply well shall be flow tested by the operator upon request of the drinking well owner prior to operating the water supply well.
- 6. Pursuant to the requirements pertaining to the sampling of domestic water supply wells/springs the operator shall, no later than thirty (30) days after receipt of analytical data provide a written copy to the Chief and any of the users who may have requested such analyses.
- 7. If any explosion or other accident causing loss of life or serious personal injury occurs in or about a well or well work on a well, the well operator or its contractor shall give notice, stating the particulars of the explosion or accident, to the oil and gas inspector and the Chief, within 24 hours of said accident.
- 8. During the casing and cementing process, in the event cement does not return to the surface, the oil and gas inspector shall be notified within 24 hours.

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS W.VA. CODE §22-6A - WELL WORK PERMIT APPLICATION

1) Well Operator:	Statoil USA Or	nshore Properties	s Inc.	494505083	Wetzel	Clay	Littleton 7.5'
				Operator ID	County	District	Quadrangle
2) Operator's Well	Number:	Green Dot Ur	nit II 6H	V	Vell Pad Nam	e: Green Dot Un	iit II
3 Elevation, curren	t ground:	1476'	Ele	vation, proposed J	post-construct	tion:	1476' **already built**
	Other f Gas:S	hallow Iorizontal	Oil	Deep			
5) Existing Pad? Ye	s or No:	Yes					
6) Proposed Target Marcellus Shale; Formatic			- Control of the Cont	d Thicknesses and	d Associated	Pressure(s):	
7) Proposed Total V 8) Formation at Tot 9) Proposed Total N 10) Approximate Fr 11) Method to Dete 12) Approximate Sa 13) Approximate Co 14) Approximate Do 15) Does land conta 16) Describe propos	al Vertical Measured D Tesh Water Tesh Water Tesh Water Desol Seam D Tesh to Post Tinning Tesh to Post Tinning Tesh to Post Tinning Tesh Tesh Tesh Tesh Tesh Tesh Tesh Tesh	Depth: Depth: Strata Depth H Water Depths: Depths: Sible Void ms tributar	Marcellus Shale 15,044' ths: 130 pth: Loc 2150' 755' (coal mine, k y or adjacent		N/A No llus Shale.		
17) Describe fractur The well will be stimulated	_	_					
18) Total area to be	disturbed,	including re	oads, stockpi	le area, pits, etc, ((acres):	2.18 ac **pac	d already built**
19) Area to be distur	rbed for we	ell pad only	, less access	road (acres):	1.83 ac **pa	d already built**	

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Office of Oi' and Gas

NOV 06 2013

Environmental Protection

20)

CASING AND TUBING PROGRAM

ТҮРЕ	Size	New or Used	Grade	Weight per ft.	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill -up (Cu. Ft.)
Conductor	20"	New	H-40	94#	80'	80'	Grouted to surface 120 cu. ft.
Fresh Water	13-3/8"	New	J-55	54.5#	500'	500'	Cement to surface 350 cu. ft.
Coal	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Intermediate	9-5/8"	New	J-55	36#	2772'	2772'	Cement to surface 860 cu. ft.
Production	5-1/2"	New	P-110	20#	15,044'	15,044'	Cement to 2000 ft, 3450 cu. ft.
Tubing							
Liners							

DMH 6-14-13

ТҮРЕ	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield
Conductor	20"	26"	.876"	1530 psi	Class "A"	1.3 cuft/sk
Fresh Water	13-3/8"	17-1/2"	.76"	2730 psi	Class "A"	1.29 cuft/sk
Coal	N/A	N/A	N/A	N/A	N/A	N/A
Intermediate	9-5/8"	12-1/4"	.704"	3520 psi	Class "A"	1.29 cuft/sk
Production	5-1/2"	8-1/2"	.722"	12,640 psi	Class "A"	2.42 cuft/sk
Tubing						
Liners						

PACKERS

Kind:		
Sizes:		Received Office of Oil & Gas
Depths Set:		Office of Oil &

21) Describe centralizer placement for each casing string.
	Conductor - None
	Fresh Water - 1 bow spring centralizer 10' from shoe, 1 bow spring centralizer every 4 joints to surface
	Intermediate - 1 bow spring centralizer 10' from shoe, 1 bow spring centralizer every 3 joints to surface
	Production - 1 spiroglide centralizer 10' from shoe, 1 spiroglide centralizer mid joint on second joint
	1 spiroglide centralizer every joint to 45 deg, 1 bowspring centralizer every other joint to KOP, double bow spring
	centralizers every fourth joint to 2000'.
22	Describe all coment additives associated with each coment type
22	2) Describe all cement additives associated with each cement type. Conductor - None
/	
V	Fresh Water - Class A Cement with 3% Calcium Chloride
	Intermediate - Accelerator (CaCl2), Expansion / Thixotropic (W-60), Retarder (HR-7)
	Production (lead) - Gel / Extender (Bentonite), Fluid Loss / Gas Migration (CFL-117), Retarder (HR-7), Defoamer
	Production (tail) - Gel / Extender (Bentonite), Fluid Loss / Gas Migration (CFL-117), Retarder (HR-7), solubility
	enhancer (for acid solubility)
	Note Names and types of additives may vary depending on vendor availability
23	Proposed borehole conditioning procedures.
	Conductor - Circulate clean
	Fresh Water - Circ. hole clean at TD, Fill casing with water, Pump 20 bbl water, 25 bbl gel spacer, and 5 bbl water.
	Intermediate - Circ. hole clean at TD, Fill casing with water, Pump 20 bbl water, 25 bbl gel spacer, and 5 bbl water.
	Production - Circ. hole clean at TD, Pump 50 bbl tuned spacer, 5 bbl water
	Note tuned spacer is a combination gelled / weighted mud flush spacer, can be substituted with alternating
	gelled spacers and weighted mud flushes. Borehole conditioning will be dictated by hole conditions.

*Note: Attach additional sheets as needed.

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Office of Oil and Gas

OCT 25 2013

WV Department of Environmental Protection Statoil

Marcellus - Drilling Well Schematic

Well Name: Field Name: County:

API#:

Green Dot II 6H Marcellus

Op Area: BHL: SHL:

H2S: No GLE (ft): 1,476 RKB (ft): 22 Y= 14415427.86 1762391.16 X = 1767788.79

Y= 14411570.91

TVD(ft): 7,612 TMD(ft): 15,044
Profile: Horizontal

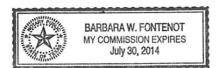
AFE No.: 000000000

Pore Form. Frac Formations & Depth, ft **Measure Depth** Planned MW Press. (EMW) Temp Gradient Program Details **Csg Points** (EMW) (F) TVD SS (ft) 20" Conductor Conductor 80 1,418 80 17 1/2" Surface Profile: Vertical Bit Type: Flat bottom hammer bit BHA: Air Hammer Mud: Air Surveys: Singel shot Logging: none 13 3/8 in 54.5 # J-55 BTC set @ ~ 500 MD/500 TVD Casing: 1 every 4 joints Centralizers: 15.8 ppg Halliburton BondCem™ with 0.35% HR-7 (retarder) ~230 Cement: Potential Drilling Problems 998 Air/Mist 500 Approximate fresh water strata 208' FIT/LOT: 15.0 ppg EMW 12 1/4" Intermediate Profile: Nudge for anticollission Bit Type PDC BHA: Directional Mud: Air and load hole with 10 ppg SOBM from 1650' TVD MWD/FM Surveys: Logging: Casing/Liner: 9 5/8 in 36# J-55 LTC/BTC set at 2772ft MD/2768 ft TVD. Red Rocks 1,676 Liner Hanger: N/A 1 every 3 joints Centralizers: 15.8 ppg Halliburton BondCem™ with 0.35% HR-7 (retarder) ~400 Cement: Big Injun 2,541 Potential Drilling 2,718 Big Injun (Base) Problems: -1,270 2,772 FIT/LOT: 16.0 ppg EMW 8 1/2" Production Profile: Horizontal; KOP@ 3200' with a 3 deg/100 ft build/turn Bit Type 8 1/2" PDC BHA: Directional Assembly (Steerable Motor) + MWD w/ GR Air/Mist to KOP and SOBM to TD Mud: MWD + GR Surveys: Mud Logging the whole interval Logging: 5 1/2 in 20# P-110 Vam Top HT to 0' to TD @ 15044 ft MD Casing/Liner: Liner Hanger: 70% stand-off in OH section Centralizers: Single slurry design: 15.0 ppg to 2,000¹ Halliburton ShaleCem™ ~ 2320 sks Cement: KOP1 3.822 3,822 1,498 105 12.0 Potential Drilling Problems: -5.852 Geneseo Shale 117 12.0 Notes / Comments: 7,586 -6.088 118 12.0 Marcellus 7,602 -6,104 12.0 Target Top 118 Landing point 9,101 7,612 TMD: 15,044 TVD: 7,612 Received Target Btm 7,622 -6,124 119 Last Revision Date: 05/20/13 Note: Depths are referenced to RKB Cement Outside Casing Revised by: KGL Note: Not Drawn to Scale

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS

CONSTRUCTION AND RECLAMATION PLAN AND SITE REGISTRATION APPLICATION FORM GENERAL PERMIT FOR OIL AND GAS PIT WASTE DISCHARGE

Operator Name_Statoil USA Onshore Properties Inc.	OP Code 494505083
Watershed Crooked Run and Bat Run Quadrangle Litt	tleton 7.5'
Elevation 1476 County Wetzel	District_Clay
Description of anticipated Pit Waste: All drilling will be done "closed loop", there will be no	
Do you anticipate using more than 5,000 bbls of water to complete the proposed w	rell work? Yes X No
Will a synthetic liner be used in the pit? N/A If so, what mil.? N/A	4
Proposed Disposal Method For Treated Pit Wastes: Land Application	
Underground Injection (UIC Permit Number 3412123380, 340	00922704, 3416727401, 4707302523, 3416729577, 3412123995, 3416729658, 3416729685)
Reuse (at API Number Off Site Disposal (Supply form WW-9 for disposal loca Other (Explain	
Drilling medium anticipated for this well? Air, freshwater, oil based, etc. Air/Freshwater, oil based, what type? Synthetic, petroleum, etc. Synthetic Oil Based Mud	
Additives to be used? See Attached	6-14-
Will closed loop system be used ? Yes, throughout the entire drilling process	
Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Hauled	
 If left in pit and plan to solidify what medium will be used? Cement, lim Landfill or offsite name/permit number? Meadowfill Landfill - ID# SWF-1032 	le, MA
I certify that I understand and agree to the terms and conditions of the Con August 1, 2005, by the Office of Oil and Gas of the West Virginia Department provisions of the permit are enforceable by law. Violations of any term or condition regulation can lead to enforcement action. I certify under penalty of law that I have personally examined and application form and all attachments thereto and that, based on my inquiry of those the information, I believe that the information is true, accurate, and complete. Submitting false information, including the possibility of fine or imprisonment.	t of Environmental Protection. I understand that the ion of the general permit and/or other applicable law m familiar with the information submitted on this se individuals immediately responsible for obtaining
Company Official Signature Company Official Signature	
Company Official (Typed Name) Bekki Winfree	
Company Official Title St. Regulatory Alusar - Marcellus	
Subscribed and sworn before me this 30A day of May	, 2013 Received Gas
Barbara W. Fontoniot	Office of Oil
My commission expires Only 30, 2014	Notary Public 8 2013



	Boundary 🔺			Diversion —			
Road	=	: = = = =	====	Spring	(\rightarrow	
Existing	Fence —	—×——×—	-xx-	Wet Spot	;	<u>"</u>	
Planned	Fence	//_	-//-	Drain Pipe	4		_
Stream	-	~·->~	~ - -	w/ size in inches	_	12)	
Open Di	tch		——— -	Waterway (—
Rock	•	ට ල්ල්ද්		Cross Drain Z	,,,,,,,,,,	,,,,,,,,,,	77777
		A		Artificial Filter Strip	*****	000000000000000000000000000000000000000	XXXXXX
North		Ņ		Pit: Cut Walls	€		
Building	5			Pit: Compacted Fill Wa	alls 🔾	muitunee.	
Water V	/ells	(W)		Area for Land Application	on c		
Drill Site	!\$	\oplus		of Pit Waste	`		
Proposed Revegeta	tion Treatme	ent: Acres Distur	hed N/A	Preveg	etation pH	5.5	
					ctation pri		
Lime 2		Tons/acre or to	correct to pH				
Fertilizer	(10-20-20 or	equivalent) 500	lbs/acre	(500 lbs minimum)			
Mulch_2			Tons/acre				
			Seed Mi	xtures			
	Area	7			Area	11	
Seed Type		lbs/acre		Seed Typ		lbs/ac	cre
67.29% Orchard Gr	ass	40					
19.89% Timothy, 9.8	37% Kentucky	/ Bluegrass			·		
2.95% Inert Matter							
2.95% Inert Matter							
Attach:	location nit	and proposed are	o for land application				
Attach: Drawing(s) of road	-		ea for land application	on.		· · · · · · · · · · · ·	
Attach: Drawing(s) of road	-			on.			
Attach: Drawing(s) of road	-			on.			
Attach: Drawing(s) of road Photocopied section	n of involved	17.5' topographic	sheet.				
Attach: Drawing(s) of road Photocopied section Plan Approved by:	n of involved	17.5' topographic	sheet.				
Attach: Drawing(s) of road Photocopied section Plan Approved by:	n of involved	17.5' topographic	sheet.				
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Attach: Drawing(s) of road Photocopied section Plan Approved by:	n of involved	17.5' topographic	sheet.				Received
Attach: Drawing(s) of road Photocopied section Plan Approved by: Comments:	n of involved	17.5' topographic	sheet.			O	Received ffice of Oil & Gas

west virginia department of environmental protection



Water Management Plan: **Secondary Water Sources**



WMP-01431

API/ID Number

047-103-02929

Operator: Statoil USA Onshore Properties Inc.

Green Dot Unit II 6H

Important:

For each proposed secondary water source identified in your water management plan (i.e., groundwater well, lake/reservoir, recycled frac water, multi-site impoundment, out-of-state source), DEP makes no estimation of the availability of water. These sources may prove to be unsuitable water supplies. Please review the following notes:

- For groundwater supply wells, DEP recommends that the operator contact the local health department prior to drilling any new well; and reminds the operator that all drinking water wells within 1,500 feet of a water supply well shall be flow- and quality-tested by the operator at the request of the drinking well owner prior to operation of the water supply well.
- For each proposed multi-site impoundment water source identified in your water management plan (if applicable), DEP will review the withdrawal limits established in the referenced Water Management Plan for current suitability and provide to the operator these limits for each identified intake. Note that withdrawal limits may be modified as necessary based on changing demands upon that water supply.

Multi-site impoundment

Source ID: 23943 Source Name

Jolliffe Centralized Freshwater Impoundment

Source start date:

11/1/2013

Source end date:

11/1/2014

Source Lat:

39.656286

Source Long:

-80.551964

County

Wetzel

Max. Daily Purchase (gal)

Total Volume from Source (gal):

7,560,000

DEP Comments:

103-FWC-00005

The intake identified above has been defined in a previous water management plan. The thresholds established in that plan govern this water management plan unless otherwise noted.

Reference: WMP-1289

APPROVED SEP 2 0 2013

GREENDOT UNIT II 6H WW9 PAGE OF

PREPARED BY	Dm 4	OPERATOR	TOPO SECTION	WELL NAME
ANGLE RIGHT LAND SURVEYING, LLC PO BOX 681 GRANTSVILLE, WV 26147		STATOIL USA ONSHORE PROPERTIES INC. 2103 CITYWEST BLVD. , STE. 800	LITTLETON 7.5'	GREENDOT UNIT II 6H
			SCALE:	DATE:
(304) 354-0065	G100488	HOUSTON, TX 77042	1"=2000'	04/29/13

